

U.S. General Services Administration Public Buildings Service Washington, DC 20405

Areawide Public Utilities Contract

## Montana-Dakota Utilities Bismarck, North Dakota

**Electric and Gas Services** 

Contract No. GS-00P-06-BSD-0371

From: March 1, 2006 To: February 28, 2016



Areawide Public Utility Contract

for Electric, Natural Gas and

**Energy Management Services** 

Contract No. GS-00P-06-BSD-0371

between the

**United States of America** 

and

MONTANA-DAKOTA UTLITIES CO.

for the

Service Areas of Montana, North Dakota, South Dakota and Wyoming

# Negotiated Areawide Contract No. GS-00P-06-BSD-0371

### between the United States of America and

#### MONTANA-DAKOTA UTILITIES CO.

#### **TABLE OF CONTENTS**

### **Article Page** Preamble and Whereas Clauses......1 1. Definitions......2 2. Scope and Duration of Contract......2 3. Existing Contracts......3 4 Authorization Procedure and Service Disconnections......3 5. Rates, Charges, and Public Regulation......3 6. Bills and Billing Data.....4 7. Payments for Services......4 8. Contractor-Owned Meters......5 9. Equipment and Facilities......5 10. Liability......5 11. Access to Premises......6 12. Parties of Interest.......6 13. Representations and Certifications......6 14. Supplemental Clauses......6 15. Small Business Subcontracting Plan...... 7 16. Notices......7 17. Reporting......8 18. Utility Energy Services Contracts......8 19. Miscellaneous......8 Signatures......10 Certificate......11 Authorization for Electric Service......Exhibit A Authorization for Natural Gas Service......Exhibit B Authorization for Energy Management Service.....Exhibit C

#### NEGOTIATED AREAWIDE CONTRACT No. **GS-00P-06-BSD-0371**

# BETWEEN THE UNITED STATES OF AMERICA AND MONTANA-DAKOTA UTILITIES CO.

THIS AREAWIDE CONTRACT FOR ELECTRIC, NATURAL GAS AND ENERGY MANAGEMENT SERVICES is executed this 27<sup>th</sup> Day of February, 2006, between the UNITED STATES OF AMERICA, acting through the Administrator of General Services (hereinafter referred to as the "Government"), pursuant to the authority contained in Section 201(a) of the Federal Property and Administrative Services Act of 1949, as amended, 40 U.S.C. 501(b)(1), and Montana-Dakota Utilities Company, a Division of MDU RESOURCES GROUP, INC., a corporation organized and existing under the laws of the State of Delaware, and having its principal office and place of business at 400 North Fourth Street, Bismarck, North Dakota 58501 (hereinafter referred to as the "Contractor"):

WHEREAS, the Contractor is a public utility company that is regulated by the North Dakota, South Dakota, Montana and Wyoming Public Service Commissions and Federal Energy Regulatory Commission;

WHEREAS, the Contractor now has on file with the Commissions and/or with such other regulatory bodies as may have jurisdiction over the Contractor (hereinafter referred to collectively as the "Commissions") all of its effective tariffs, rate schedules, riders, rules and regulatory terms and conditions of service, as applicable;

WHEREAS, with some exceptions, the Government is generally required by Chapter 1 of Title 48 of the Federal Acquisition Regulation (FAR), 48 CFR 41.204, to enter into a bilateral contract for utility service at each Federal facility where the value of the utility service provided is expected to exceed \$50,000 per year;

WHEREAS, where the Government has an areawide contract in effect with a particular utility then such utility service is normally to be procured thereunder;

WHEREAS, the Government is now purchasing such electric, gas and energy management services from the Contractor under the Areawide Public Utilities Contract for such Services (Contract No. GS-00P-96-BSD-0018) that expires on February 28, 2006 or under some other service arrangement; and

WHEREAS, the Contractor and the Government mutually desire that this Areawide Contract be used by the agencies of the Government in obtaining such services from the Contractor and to facilitate partnering arrangements as encouraged and authorized by P.L. 102-486 (Energy Policy Act of 1992) 10 U.S.C. 2865 and 42 U.S.C. 8256);

NOW, THEREFORE, in consideration of the premises and mutual covenants herein contained, the parties hereby agree as follows:

#### ARTICLE 1. DEFINITIONS.

#### 1.1. As used in this contract,

- (a) the term "Areawide Contract" means this master contract entered into between the Government and Contractor to cover the utility service acquisitions of all Federal agencies in the franchised certificated service territory from Contractor for a period not to exceed ten (10) years;
- (b) the term "Agency" means any Federal department, agency, or independent establishment in the executive branch of the Government, any establishment in the legislative or judicial branches of the Federal Government, or any wholly/mixed ownership Government corporation, as defined in the Government Corporation Control Act;
- (c) the term "Ordering Agency" means any Agency that enters into a bilaterally executed Authorization for procurement of electric, gas and energy management services under this Areawide Contract;
- (d) the term "Authorization" means an order form used to acquire services under this areawide contract (see Exhibit "A" AUTHORIZATION FOR ELECTRIC SERVICE, Exhibit "B" AUTHORIZATION FOR NATURAL GAS SERVICE, and Exhibit "C" AUTHORIZATION FOR ENERGY MANAGEMENT SERVICE annexed hereto);
- (e) the term "Service" means any public utility services generally available from the Contractor pursuant to Contractor's Tariffs or the Contractor's Terms and Conditions, whichever is applicable;
- (f) the term "Electric Service" means electric commodities, transmission, distribution, and/or related services;
- (g) the term "Natural Gas Service" means gas commodities, transportation, distribution, and or related services;
- (h) the term "Energy Management Service (EMS)" measure means any project that reduces and/or manages energy demand in a facility (Energy Conservation Measure and Demand Side Management Measure are considered equivalent terms.) To be considered an EMS measure, the measure must satisfy all of the following requirements:
  - the EMS measure must produce measurable energy reductions or measurable amounts of controlled energy and/or water use;
  - 2. The EMS measure must be directly related to the use of energy or directly control the use of energy or water;
  - 3. The preponderance of work covered by the EMS measure (measured in dollars) must be for items 1 and 2 above; and
  - 4. The EMS measure must be an improvement to real property
- (i) the term "Contractor's Tariffs" means Montana-Dakota Utilities Company's Tariffs, and includes rate schedules, riders, rules, regulations, and regulated terms and conditions of service as may be modified, amended or supplemented by the Contractor from time to time and, approved by the Commissions;
- (j) the term "Contractor's Terms and Conditions" for this Agreement , means the terms, conditions, policies, payment terms and prices established by the Contractor for those services not specifically addressed by the Contractor's Tariff;
- (k) the term "Connection Charge" means a Contractor's charge for facilities on the Contractor's side of the delivery point which facilities (1) are required to make connections with the nearest point of supply and (2) are in accordance with the Contractor's Tariffs and the Commissions' rules and regulations, installed, owned, maintained and operated by the Contractor.
- (I) the term "Class of Service" or "Service Classification" means those categories of service established in the Contractor's Tariff or the Contractor's Terms and Conditions, as applicable;
- **1.2.** This Article is hereby expanded to include the additional definitions contained in FAR Clause 52.202-1, Definitions (MAY 2001), 48 C.F.R. 52.202-1, which are incorporated herein by reference.

#### ARTICLE 2. SCOPE AND DURATION OF CONTRACT.

2.1. This Areawide Contract shall be in effect upon the date of execution and shall continue for a period of ten (10) years, except that the Government, pursuant to the clause contained in FAR 52.249-2 (48C.F.R.52.249-2), incorporated into this areawide contract under Article 14.1-28, or the Contractor, upon 60 days written notice to the Government, and without liability to the Government or any ordering agency, may terminate this areawide contract, in whole or in part, when it is in their respective interest to do so, provided, however, that neither the stated duration of this areawide contract nor any other termination of it, in whole or in part, pursuant to such incorporated clause, this Article 2.1, or otherwise, shall be construed to affect any obligation for any payment, charge, rate, or other matter that may be imposed pursuant to the Contractor's tariffs, rates, rules, regulations, riders, practices, or terms and conditions of service as may be modified, amended, or supplemented by the Contractor and approved from time to time by the Commissions. This Areawide Contract shall be in effect upon the date of execution and shall continue for a period of ten (10) years unless earlier terminated in accordance with this Section 2.1; provided, however, that the agencies of the Government may only use this Areawide Contract to obtain services from the Contractor in accordance with this Areawide Contract, the Contractor's Tariffs and the provisions of the Energy Policy Act of 1992 (10 U.S.C 2865 and 42 U.S.C. 8256) on and after February 28, 2006. The Government, pursuant to the clause contained in FAR 52.249-2 (48 C.F.R. 52.249-2), incorporated into this Areawide Contract, in whole or in part, when it is in

their respective interest to do so, provided, however, that neither the stated duration of this Areawide Contract nor any other termination of it, in whole or in part, pursuant to this Article 2.1, or otherwise shall be construed to affect any obligation for any payment, charge, rate, or other matter that may be imposed pursuant to the Contractor's Tariffs and/or other terms and conditions mutually agreed upon by the Ordering Agency and Contractor in an individual Authorization.

- **2.2.** Authorizations may be executed under this Areawide Contract at any time during the term of the contract, up to and including the last effective date. Authorizations may be executed for a term extending beyond the term of this Areawide Contract, and for any particular length of term, provided that it is within the contracting authority of the Ordering Agency.
- **2.3.** Expiration or termination of this contract shall not cause the termination of the individual Authorizations issued under this Areawide Contract. Such Authorizations shall remain in effect for their designated term and shall incorporate the terms and conditions of this Areawide Contract.
- **2.4** The provisions of this Areawide Contract shall not apply to the Contractor's service to any Agency until both the ordering Agency and the Contractor execute a written Authorization for a specific public utility service. Upon bilateral execution of an Authorization, the Contractor agrees to furnish to the ordering Agency, and the ordering Agency agrees to purchase from the Contractor, the above noted services for the installation(s) or facilities named in the Authorization pursuant to the terms of this Areawide Contract.
- **2.3.** Nothing in this Areawide Contract shall be construed as precluding the ordering Agency and the Contractor from entering into an Authorization for negotiated rates or service of a special nature, provided such negotiated rates or service is in accordance with the rules and regulations of the Commissions, if applicable.

#### ARTICLE 3. EXISTING CONTRACTS.

- **3.1.** The parties agree that an Agency currently acquiring service from the Contractor under a separate written contract may continue to do so until that contract expires or until such time as the Agency and the Contractor mutually agree to terminate that separate written contract and have such service provided pursuant to this Areawide Contract by executing an appropriate Authorization or Authorizations.
- **3.2.** Existing special rates and services of a special nature, if any, currently provided under a separate written contract may be continued under the Authorizations described in Article 3.1 if requested by the Ordering Agency and agreed upon by the Contractor and if in accordance with the rules and regulations of the Commissions, where applicable, and the Contractor's Terms and Conditions.

#### ARTICLE 4. AUTHORIZATION PROCEDURE AND SERVICE DISCONNECTION.

- **4.1.** To obtain or change service under this Areawide Contract, the ordering Agency shall complete the appropriate Authorization and forward it to the Contractor. Upon the request of the ordering Agency, the Contractor shall endeavor to provide reasonable assistance to the ordering Agency in selecting the service classification which may be most favorable to the ordering Agency. Upon execution of an Authorization by both the Contractor and the ordering Agency, the date of initiation or change in service shall be effective as of the date specified in the Authorization. An executed copy of the Authorization (cover page only) shall be transmitted by the ordering Agency to GSA at the address provided in Article 16.1.
- **4.2.** During the term of this Areawide Contract, effective Authorizations need not be amended, modified, or changed by an Ordering Agency to reflect changes in: accounting and appropriation data, the Contractor's tariff, the Contractor's cost of purchased fuel, or the estimated annual cost of service. Such changes are considered internal to the party involved. Where changes are required in effective Authorizations because of a change in the service requirements of an Ordering Agency, an amended Authorization shall be mutually agreed upon and executed.
- **4.3.** An ordering Agency or the Contractor may discontinue service provided pursuant to this Areawide Contract to a particular Federal facility or installation by delivering a written Termination Authorization to the other. Such discontinuance of service by an ordering Agency or the Contractor shall be in accordance with the terms of this Areawide Contract and the Contractor's Tariffs.
- **4. 4.** Within the authorities of the Ordering Agency, the term of any individual Authorization is independent of the expiration date of this Areawide Contract and the conditions and articles of this Areawide Contract shall apply throughout the term of any Authorization placed against it in accordance with Article 19.4 herein.

#### ARTICLE 5. RATES, CHARGES, AND PUBLIC REGULATION.

- **5.1** A complete listing of all Contractor's Tariffs is available to the Government and any ordering Agency electronically at the Contractor's website accessible via <a href="https://www.montana-dakota.com">www.montana-dakota.com</a>
- **5.2.** Subject to the provisions of Article 2.3, all electric and natural gas service purchases under this Areawide Contract as well as any other action under this Areawide Contract shall be in accordance with, and subject to, the Contractor's Tariffs, except to the extent that same are preempted by Federal law. The Contractor shall furnish the Government, at the address provided in Article 16.1, one complete set of its tariffs in effect as of the date of this areawide contract and, upon request of an ordering Agency, the Contractor shall provide a copy of any newly effective or amended tariff in accordance with the Contractor's tariff distribution practices and policies

is in their respective interest to do so, provided, however, that neither the stated duration of this Areawide Contract nor any other termination of it, in whole or in part, pursuant to this Article 2.1, or otherwise shall be construed to affect any obligation for any payment, charge, rate, or other matter that may be imposed pursuant to the Contractor's Tariffs and/or other terms and conditions mutually agreed upon by the Ordering Agency and Contractor in an individual Authorization.

- **2.2.** Authorizations may be executed under this Areawide Contract at any time during the term of the contract, up to and including the last effective date. Authorizations may be executed for a term extending beyond the term of this Areawide Contract, and for any particular length of term, provided that it is within the contracting authority of the Ordering Agency.
- **2.3.** Expiration or termination of this contract shall not cause the termination of the individual Authorizations issued under this Areawide Contract. Such Authorizations shall remain in effect for their designated term and shall incorporate the terms and conditions of this Areawide Contract.
- **2.4** The provisions of this Areawide Contract shall not apply to the Contractor's service to any Agency until both the ordering Agency and the Contractor execute a written Authorization for a specific public utility service. Upon bilateral execution of an Authorization, the Contractor agrees to furnish to the ordering Agency, and the ordering Agency agrees to purchase from the Contractor, the above noted services for the installation(s) or facilities named in the Authorization pursuant to the terms of this Areawide Contract.
- **2.3.** Nothing in this Areawide Contract shall be construed as precluding the ordering Agency and the Contractor from entering into an Authorization for negotiated rates or service of a special nature, provided such negotiated rates or service is in accordance with the rules and regulations of the Commissions, if applicable.

#### ARTICLE 3. EXISTING CONTRACTS.

- **3.1.** The parties agree that an Agency currently acquiring service from the Contractor under a separate written contract may continue to do so until that contract expires or until such time as the Agency and the Contractor mutually agree to terminate that separate written contract and have such service provided pursuant to this Areawide Contract by executing an appropriate Authorization or Authorizations.
- **3.2.** Existing special rates and services of a special nature, if any, currently provided under a separate written contract may be continued under the Authorizations described in Article 3.1 if requested by the Ordering Agency and agreed upon by the Contractor and if in accordance with the rules and regulations of the Commissions, where applicable, and the Contractor's Terms and Conditions.

#### ARTICLE 4. AUTHORIZATION PROCEDURE AND SERVICE DISCONNECTION.

- **4.1.** To obtain or change service under this Areawide Contract, the ordering Agency shall complete the appropriate Authorization and forward it to the Contractor. Upon the request of the ordering Agency, the Contractor shall endeavor to provide reasonable assistance to the ordering Agency in selecting the service classification which may be most favorable to the ordering Agency. Upon execution of an Authorization by both the Contractor and the ordering Agency, the date of initiation or change in service shall be effective as of the date specified in the Authorization. An executed copy of the Authorization (cover page only) shall be transmitted by the ordering Agency to GSA at the address provided in Article 16.1.
- **4.2.** During the term of this Areawide Contract, effective Authorizations need not be amended, modified, or changed by an Ordering Agency to reflect changes in: accounting and appropriation data, the Contractor's tariff, the Contractor's cost of purchased fuel, or the estimated annual cost of service. Such changes are considered internal to the party involved. Where changes are required in effective Authorizations because of a change in the service requirements of an Ordering Agency, an amended Authorization shall be mutually agreed upon and executed.
- **4.3.** An ordering Agency or the Contractor may discontinue service provided pursuant to this Areawide Contract to a particular Federal facility or installation by delivering a written Termination Authorization to the other. Such discontinuance of service by an ordering Agency or the Contractor shall be in accordance with the terms of this Areawide Contract and the Contractor's Tariffs.
- **4. 4.** Within the authorities of the Ordering Agency, the term of any individual Authorization is independent of the expiration date of this Areawide Contract and the conditions and articles of this Areawide Contract shall apply throughout the term of any Authorization placed against it in accordance with Article 19.4 herein.

#### ARTICLE 5. RATES, CHARGES, AND PUBLIC REGULATION.

- **5.1** A complete listing of all Contractor's Tariffs is available to the Government and any ordering Agency electronically at the Contractor's website accessible via www.montana-dakota.com
- **5.2.** Subject to the provisions of Article 2.3, all electric and natural gas service purchases under this Areawide Contract as well as any other action under this Areawide Contract shall be in accordance with, and subject to, the Contractor's Tariffs, except to the extent that same are preempted by Federal law. The Contractor shall furnish the Government, at the address provided in Article 16.1, one complete set of its tariffs in effect as of the date of this areawide contract and, upon request of an ordering Agency, the Contractor shall provide a copy of any newly effective or amended tariff in accordance with the Contractor's tariff distribution practices and policies

applicable to all customers. The failure of the Contractor to furnish any or all of its tariffs in accordance with this Article 5.1 shall not be grounds for withholding or denying payment at the effective rates stated therein for any electric and natural gas services provided.

- **5.3.** If, during the term of this Areawide Contract, the Commissions approve a change in rates for services specified in Authorizations in effect hereunder, the Contractor agrees to continue to furnish, and the ordering Agency agrees to continue to pay for, those services at the newly approved rates from and after the date such rates are made effective. As provided in Article 4.2, modification of any Authorization hereunder is not necessary to implement higher or lower rates.
- **5.4.** The Contractor hereby represents and warrants to the Government that the service rates available to any Ordering Agencies hereunder shall at all times not exceed those available to any other customer served under the same service classification for the same or comparable service, under like conditions of use. Nothing herein shall require the Contractor to apply service rates that are inapplicable to the Ordering Agency. To the extent required by the Commissions rule or regulation, the Contractor agrees to notify each ordering Agency of all new service classifications for which the ordering Agency may qualify. If requested in an Authorization by the ordering Agency, the Contractor shall provide service in accordance with the new service classification and commence billing under the new service classification beginning with the next applicable billing cycle following receipt by the Contractor of the request, or upon the installation of any additional facilities necessary to accomplish the billing.
- **5.5.** Reasonable written notice via an Authorization shall be given by the ordering Agency to the Contractor, at the address provided in Article 16.2, of any material changes proposed in the volume or characteristic of public utilities services required by the Ordering Agency.
- **5.6.** To the extent required by the Contractor's Tariffs, the Commissions' rules and regulations, or the Contractor's policies and practices applicable to all customers, and in accordance therewith, any necessary extension, alteration, relocation, or reinforcement of the Contractor's transmission or distribution lines, related special facilities, service arrangements, demand side management services (including any rebates to which the ordering Agency may be entitled), energy audit services, or other services required or requested by an ordering Agency shall be provided and, as applicable, billed for, by the Contractor. To the extent available from the Contractor, the Contractor shall provide and, as applicable, bill for such technical assistance on or concerning an ordering Agency's equipment (such as the inspection or repair of such equipment) as may be requested by such ordering Agency. The charges for such technical assistance shall be calculated at the time the technical assistance is rendered, as mutually agreed upon by the Contractor and the Agency and shall comply with Contractor's Tariffs, if applicable. The Authorization or any other agreement used to obtain and provide the matters, services, or technical assistance required or requested, including the amount of (or method to determine) any payment to be made by the ordering Agency to the Contractor for the provision of said matters, services, or technical assistance.
- **5.7.** Any charges for matters or services referenced in Article 5.6 hereof which are not established by the Contractor's Tariffs or in the Commissions' rules or regulations shall be subject to audit by the ordering Agency prior to payment; provided, however, that notwithstanding such right to audit, payment for the matters and services referenced in Article 5.6 thereof shall not be unreasonably withheld or denied. The Contractor further warrants and represents to the Government that charges for the matters or services referenced in Article 5.6 hereof will not exceed the charges billed to other customers of the Contractor served under the same service classification for like matters or services provided under similar circumstances.
- **5.8.** The requirements of the Disputes clause at FAR 52.233-1 are supplemented to provide that matters involving the interpretation of Contractor's Tariffs are subject to the jurisdiction and regulation of the utility rate commission having jurisdiction.

#### ARTICLE 6. BILLS AND BILLING DATA.

**6.1** The electric and natural gas services supplied hereunder shall be billed to the ordering Agency at the address specified in each Authorization. Bills shall be submitted in an original only, unless otherwise specified in the Authorization. All bills shall contain such data as is required by the Commissions to substantiate the billing, and such other reasonable and available data as may be requested by the ordering Agency, provided that such other data are contained in bills provided to other customers of the Contractor served under the same service classification as the ordering Agency.

#### ARTICLE 7. PAYMENTS FOR SERVICES.

- **7.1.** All bills for services rendered (which term includes utility services provided and any other payment, charge, rate, or other matter that may be imposed pursuant to the Contractor's Tariffs) under Authorizations pursuant to this Areawide Contract shall be paid by the ordering Agency in accordance with the Contractor's Tariff's, and/or other terms and conditions mutually agreed upon in writing by the ordering Agency and Contractor that are applicable to such services.
- **7.2.**Currently, a late payment charge of one and one-half percent (1-1/2%) per monthly billing period will be assessed upon the unpaid balance of any utility bill twenty-five (25) calendar days after the date the bill is rendered by the Contractor. Changes in such tariffs, rates. rules, regulations, riders, practices, or terms and conditions or service shall supersede the provisions of this Article 7.2, as applicable.
- **7.3.** The ordering Agency shall be entitled to any billing discounts, financial incentives or rebates available from the Contractor to other customers of the same service classification under like conditions of use and service. Nothing herein shall require the Contractor to apply rates that are inapplicable to the ordering Agency.

- **7.4.** Payment hereunder shall not normally be made in advance of services rendered in accordance with 48 C.F.R. Subpart 32.4 unless required by the Contractor's Tariff.
- **7.5.** Each payment made by Treasury check to the Contractor shall include the Contractor's billing stub(s), or a Government or ordering Agency payment document, that clearly and correctly lists all of the Contractor's account numbers to which the payment applies and the dollar amount applicable to each account. If payment is by Electronic Funds Transfer either through the Automated Clearing House (ACH) or the Federal Reserve Wire Transfer System, the provisions of FAR Subpart 52.232-34 shall apply (See Article 14).

#### **ARTICLE 8. CONTRACTOR-OWNED METERS.**

- **8.1.** Metering equipment of standard manufacture suitable to measure all electric and natural gas services supplied by the Contractor hereunder shall be furnished, installed, calibrated and maintained by the Contractor at its expense. In the event any meter fails to register or registers incorrectly, as determined by the regulations of the Commission; billing adjustments shall be made in accordance with such regulations.
- **8.2.** The Contractor, so far as possible, shall read all meters monthly in accordance with the Contractor's Tariff and the Commission's regulations.
- **8.3.** Meters shall be inspected upon installation at no direct charge to the Ordering Agency. Subsequent inspection, periodic testing, repair, and replacement of meters shall be done in such place and manner as provided by the Commissions' regulations. Upon notice that a meter is failing to register correctly, the Contractor shall take immediate steps to effect replacement or repair. Ordering Agencies shall have the right to request a meter test in accordance with the procedures prescribed in the Commissions' regulations. The tests and applicable meter accuracy standards are those set forth in the Commissions' regulations. The expense of meter tests shall be borne by the party designated as responsible therefore in the Commissions' regulations.
- **8.4.** For the purposes of this Article, references to meters shall apply only to Contractor-owned metering devices installed and maintained by the Contractor in accordance with Commissions guidelines for electric and natural gas services. References to meters under this Article shall not apply to meters that are to be installed by the Contractor at the request of an Ordering Agency, to be owned by the Government as a part of an Authorization for Energy Management Service or other service.

#### ARTICLE 9. EQUIPMENT AND FACILITIES.

- **9.1.** Subject to the provisions of Article 5.6 hereof, the responsibility for owning, furnishing, installing, and maintaining all equipment and facilities (other than meters) required to supply service at the delivery point(s) specified in an Authorization shall be determined in accordance with the Contractor's Tariffs, Contractor's policies and practices, and the Commissions' rules and regulations. The ordering Agency shall provide, free of charge to the Contractor, mutually agreeable locations on its premises for the installation of meters and such other equipment furnished and owned by the Contractor and necessary to supply service hereunder. The Contractor shall, at all times during the life of this Areawide Contract, operate and maintain at its expense such equipment or facilities as for which it has responsibility in accordance with this Article 9.1, and shall assume all taxes and other charges in connection therewith. Notwithstanding anything to the contrary in FAR 52.241-5 (Contractor's Facilities (FEB 1995)), to the extent required by the Contractor's Tariffs and the Commissions' rules and regulations, and in accordance thereof, such equipment and facilities as for which the Contractor has responsibility in accordance with this Article 9.1 shall be removed, or if there is any underground equipment or facilities for which the Contractor has responsibility in accordance with this Article 9.1, such underground equipment or facilities may be abandoned, and in both cases, the Agency's premises restored, by the Contractor at its expense, within a reasonable time after discontinuance of service to the ordering Agency.
- **9.2.** All necessary rights-of-way, easements and such other rights necessary to permit the Contractor to perform under this contract shall be obtained and the expense for same borne in accordance with the Contractor's Tariffs and the Commission's rules and regulations.

#### ARTICLE 10. LIABILITY.

- **10.1.** When the Government and/or an Ordering Agency has limited or restricted the Contractor's right of access under Article 11 and thereby interfered with the Contractor's ability to supply service or to correct dangerous situations which are a threat to public safety, the Government shall indemnify and hold the Contractor harmless from any liability resulting from such restricted or limited access to the extent permitted by law and authorized by appropriations. This Article (10.1) shall not be construed to limit the Government's liability under applicable law.
- **10.2.** The Contractor's liability to the Government and to any Ordering Agency for any failure to supply service, for any interruptions in service, and for any irregular or defective service shall be determined in accordance with the Contractor's tariffs.

- **10.3.** Except as proved above, and in accordance with the Contractor's Tariff and Terms and Conditions of Service, the Government shall not be liable for any damage or injury to any person or property, including death, occasioned solely by the Contractor's, its employees' or agents' negligent installation, use, operation or intentional misuse of the Contractor's equipment or facilities.
- **10.4.** In accordance with the Contractor's Tariff and/or Terms and Conditions of Service, neither the Contractor nor its employees or agents, shall be liable for damage or injury to any person or property, including death, occasioned solely by the negligent installation, use, operation or intentional misuse of Contractor's equipment or facilities by the Government, its employees or agents.
- **10.5.** The Contractor shall not be liable for incidents arising out of or in any way connected with the violation or compliance with any local, state or federal environmental law or regulation resulting from pre-existing conditions at a Government job site, release or spill of any pre-existing hazardous materials or waste, or out of the management and disposal of any pre-existing contaminated soils or ground water, hazardous or non-hazardous, removed from the ground as a result of work performed by the Contractor.
- **10.6.** The Government agrees to accept full responsibility for and bear all costs associated with this pre-existing environmental liability. Responsibility for testing, abatement, remediation, and/or disposal of hazardous material, including, but not limited to, contaminated soil, lead paint, asbestos, fuel oil, or underground fuel oil tanks, shall remain with the Government. Where there is reason to suspect that hazardous material is present at the work site, or where hazardous material is encountered during the course of work being performed, the Contractor shall stop work; notify the Contracting Officer and Activity personnel, and request that the government test the work site for such hazardous material and appropriately abate and dispose of such hazardous material. Once the work site has been cleared of all hazardous material, the Contractor shall resume work in that area.

#### ARTICLE 11. ACCESS TO PREMISES.

**11.1.** The Contractor shall have access to the premises served at all reasonable times during the term of this Areawide Contract and at its expiration or termination for the purpose of reading meters, making installations, repairs, or removals of the Contractor's equipment, or for any other proper purposes hereunder; provided, however, that proper military or other governmental authority may limit or restrict such right of access in any manner considered by such authority to be reasonably necessary or advisable.

#### ARTICLE 12. PARTIES OF INTEREST.

- **12.1.** This Areawide Contract shall be binding upon and inure to the benefit of the successors, legal representatives, and assignees of the respective parties hereto.
- **12.2.** When the Contractor becomes aware that a change in ownership has occurred, or is certain to occur, the Contractor shall notify the Contracting Officer at the address provided in Article 16.1 within thirty (30) days of such ownership change. In the event the Contractor fails to make the notification required by this Article 12.2, the Government cannot guarantee the payment of outstanding invoices in accordance with the provisions of Article 7.1.

#### ARTICLE 13. REPRESENTATIONS AND CERTIFICATIONS.

**13.1.** This Areawide Contract incorporates by reference the representations and certifications made by the Contractor on Form PBS3503 which is on file with the Government.

#### ARTICLE 14. SUPPLEMENTAL CLAUSES.

14.1. 52.252-2 Clauses Incorporated by Reference. (FEB 1998)

This contract incorporates one or more clauses by reference, with the same force and effect as if they were given in full text. Upon request, the Contracting Officer will make their full text available. Also, the full text of a clause may be accessed electronically at this address: http://www.arnet.gov.

	FAR REF	Federal Acquisition Regulation
(1)	52.202-1	Definitions (DEC 2001)
(2)	52.203-3	Gratuities (APR 1984)
(3)	52.203-5	Covenant Against Contingent Fees (APR 1984)
(4)	52.203-6	Restrictions on Subcontractor Sales to the Government (JUL 1995)
(5)	52.203-7	Anti-Kickback Procedures (JUL 1995)
(6)	52.203-8	Cancellation, Rescission, and Recovery of Funds for Illegal or Improper Activity (JAN 1997)
(7)	52.204-4	Printed/Copied Double-Sided on Recycled Paper (AUG 2000)
(8)	52.209-6	Protecting the Government's Interest When Subcontracting With Contractors Debarred,
		Suspended, or Proposed for Debarment (JUL 1995)

(9)	52.212-5	Contract Terms and Conditions Required to Implement Statutes or
		Executive Orders – Commercial Items (MAY 2002)
(10)	52.215-19	Notification of Ownership Changes (OCT 1997)
(11)	52.219-8	Utilization of Small Business Concerns (OCT 2000)
(12)	52.219-9	Small Business Subcontracting Plan (JAN 2002)
(13)	52.222-21	Prohibition of Segregated Facilities (FEB 1999)
(14)	52.222-26	Equal Opportunity (APR 2002)
(15)	52.223-14	Toxic Chemical Release Reporting (OCT 2000)
(16)	52.229-1	State and Local Taxes (APR 1984)
(17)	52.232-23	Assignment of Claims (JAN 1986)
(18)	52.232-34	Electronic Funds Transfer Payment (MAY 1999)
(19)	52.233-1	Disputes (JULY 2002)
(20)	52.237-2	Protection of Government Buildings, Equipment, and Vegetation (APR 1984)
(21)	52.241-2	Order of Precedence – Utilities (FEB 1995)
(22)	52.242-13	Bankruptcy (JUL 1995)
(23)	52.243-1	Changes-Fixed Price(AUG 1987) (Alt.I)(APR 1984)
(24)	52.244-5	Competition in Subcontracting (Dec 1996)
(25)	52.249-2	Termination for Convenience of the Government (Fixed Price)(SEP 1996) Alternate I(SEP 1996)
(26)	52.253-1	Computer Generated Forms (JAN 1991)

#### 14.2 Unregulated Services

Pursuant to this areawide contract, the Contractor may provide energy related services that are not subject to rate and tariff regulation by the Commissions under a pre-approved alternative (FAR 52.241-8 below) that demonstrates the Contractor will provide these services under terms and conditions that are competitive and otherwise in the best interests of the Ordering Agency. If, as determined by the ordering Agency, the conditions for use of this pre-approved alternative cannot be satisfied, then the Ordering Agency should consider the requirement of the Competition in Contracting Act of 1984 and the extent to which a competitive acquisition process is required to select and award a Contract for these unregulated services. If an Authorization under this Areawide contract is utilized, the prices and terms and conditions for unregulated services offered by the Contractor shall be negotiated subject to the requirements of FAR 41.5, subject to the following general requirements.

#### 14.2 Repeal of Clauses During Term of Contract.

If, during the term of this Areawide Contract, any of the clauses contained in this Article are repealed, revoked, or dissolved by the Government, then such clauses shall no longer be part of this contract as of the date of such repeal, revocation, or dissolution. The elimination of these clauses by reason of such repeal, revocation, or dissolution shall not affect the continuing validity and effectiveness of the remainder of the contract or other clauses referenced in this Article.

#### ARTICLE 15. SMALL BUSINESS SUBCONTRACTING PLAN

- **15.1.** Attached hereto and made a part hereof by reference is a SUBCONTRACTING PLAN FOR SMALL BUSINESS CONCERNS, SMALL BUSINESS CONCERNS OWNED AND CONTROLLED BY SOCIALLY & ECONOMICALLY DISADVANTAGED INDIVIDUALS, HUB ZONE BUSINESS CONCERNS, WOMAN OWNED SMALL BUSINESS CONCERNS, VETERAN-OWNED SMALL BUSINESSES CONCERNS AND DISABLED VETERAN-OWNED BUSINESSES negotiated between the Contractor and the Government, which is applicable on a company wide basis pursuant to the requirements of Section 211 of P.L. 95-507 (15 U.S.C. 637(d)). The Contractor expressly understands that this subcontracting plan is an annual plan and hereby agrees to submit a new subcontracting plan by November 30<sup>th</sup> of each year during the life of this Contract.
- **15.2.** Information and announcements concerning current developments in the GSA Small Business Subcontracting Program are available on the GSA Energy Center web site accessible via <a href="http://www.gsa.gov/energy">http://www.gsa.gov/energy</a>.

#### **ARTICLE 16. NOTICES**

- **16.1.** Unless specially provided otherwise, all notices required to be provided to the Government under this Areawide Contract shall be mailed to: U. S. General Services Administration, Energy Center of Expertise (PLA), 301 7th Street, SW, Room 4004, Washington, DC 20407.
- **16.2.** All inquiries and notices to the Contractor regarding this Areawide Contract shall be mailed to: Montana Dakota Utilities Co., 400 North Fourth Street, Bismarck, North Dakota 58501 (telephone number: 701-222-7900), or to such other person as the Contractor may hereafter designate in writing.
- **16.3.** The Contractor shall provide GSA with a copy of all fully executed Exhibit "C" Authorizations for Energy Management Service including any applicable attachments at the address provided in Article 16.1.

#### **ARTICLE 17. REPORTING**

The Contractor shall provide, as prescribed and directed by the Contracting Officer, an annual report on performance, Summary of Subcontract Report (Standard Form 295), in accordance with the approved subcontracting plan for small business concerns and small business concerns owned and controlled by socially and economically disadvantaged individuals as required by Article 15 by April 1 of each year during the life of this Areawide Contract.

#### ARTICLE 18, UTILITY ENERGY SERVICE CONTRACTS.

- **18.1.** Measurement and verification: Energy Conservation Measures (ECM) will not be normally considered unless a net overall energy usage or cost reduction can be demonstrated and verified. Verification standards for energy projects are established in the North-American Energy Measurement and Verification Protocol (NEMVP), published by the Department of Energy's Federal Energy Management Program (FEMP).
- 18.2. Unless otherwise provided by law , the following provisions shall apply:
- (a) Payment for energy conservation measures, when authorized as Energy Management Service (EMS), shall be equal to the direct cost of capital or financing amortized over a negotiated payment term commencing on the date of acceptance of the completed installation:
- (b) The payment term for Authorizations involving energy conservation measures shall be calculated to enable the Ordering Agency's monthly payment to be lower than the estimated cost savings to be realized from its implementation. In no event, however, shall this term exceed 80% of the useful life of the equipment/material to be installed.
- **18.3.** <u>Subcontracting:</u> The Contractor may perform any or all of its requested services through subcontractors, including its unregulated affiliates. ECM subcontractors shall be competitively selected in accordance with FAR 52.244-5 (Article 14.1-33 herein). Subcontractor selection shall be based on cost, experience, past performance and other such factors as the Contractor and the Ordering Agency may mutually deem appropriate and reasonably related to the Government's minimum requirements. Upon request by the Government, the Contractor shall make available to the contracting officer all documents related to the selection of a subcontractor. In no event shall the service be provided by subcontractors listed as excluded from Federal Procurement Programs maintained by GSA pursuant to 48 C.F.R. 9.404 (Article 14.1-8 herein).
- **18.4.** For all Authorizations involving Energy Conservation Measures, it is desirable to have a Warranty Clause that addresses the specific needs and requirements of the work being performed and equipment that is to be provided by the Contractor, however, in the absence of a Warranty Clause in the Authorization the following language will serve as the default Clause:

The Company shall pass through to the Agency all warranties on equipment installed or provided by it or its subcontractors on Government property with the following representation:

(Name of Contractor) ACNOWLEDGES THAT THE UNITED STATES OF AMERICA WILL OWN OR LEASE THE EQUIPMENT AND/OR MATERIALS BEING INSTALLED OR SUPPLIED HEREUNDER, AND, ACCORDINGLY, AGREES THAT ALL WARRANTIES SET FORTH HEREIN, OR OTHERWISE PROVIDED BY LAW IN FAVOR OF COMPANY SHALL INURE ALSO TO THE BENEFIT OF THE UNITED STATES AND THAT ALL CLAIMS ARISING FROM ANY BREACH OF SUCH WARRANTIES OR AS A RESULT OF DEFECTS IN OR REPAIRS TO SUCH EQUIPMENT OR SUPPLIES MAY BE ASSERTED AGAINST (Name of Contractor) OR MANUFACTURER DIRECTLY BY THE UNITED STATES.

- **18.5.** The Contractor shall submit to GSA with a copy of all preliminary energy audit results or energy conservation measure analysis for review and approval. Upon approval of the preliminary audit or analysis and a receipt of a notice to proceed, the Contractor may negotiate Task Orders with the Ordering Agency for the implementation of the energy conservation measures described in the preliminary documents. The Contractor shall provide GSA with copies of fully executed Exhibit "C" Authorizations for Energy Management Service resulting from approved energy audits including any applicable attachments at the address provided n Article 16.1.
- 18.6. Contractor's Responsbilities under Contract:
  - (a) The Contractor shall not provide Energy Management Service to Federal facilities unless the Ordering agency is a current or prospective customer of the Contractor within the franchised service territory of the utility providing such services.
  - (b) The work that is to be performed under the UESC contract shall be limited to work resulting in a direct reduction in energy usage {see Article 1.1 (j)} and any modification or repair that is necessary as a direct result of the installation of the Energy Conservation Measure.

#### ARTICLE 19. MISCELLANEOUS.

- **19.1.** <u>Contract administration</u>: The Ordering Agency shall assist in the day-to-day administration of the utility service being provided to it under an Authorization.
- **19.2.** <u>Anti-Deficiency</u>: Unless otherwise authorized by Public Law or Federal Regulation, nothing contained herein shall be construed as binding the Government to expend, in any one fiscal year, any sum in excess of the appropriation made by Congress for that fiscal

year in furtherance of the matter of the contract or to involve the Government in an obligation for the future expenditure of monies before an appropriation is made (Anti-Deficiency Act, 31 U.S.C. 1341.A.1).

- **19.3.** <u>Obligation to Serve:</u> Nothing contained in this contract shall obligate the Contractor to take any action which it may consider to be detrimental to its obligations as a public utility.
- **19.4** <u>Term of Authorizations</u>: It is recognized that during the life of this contract, situations and/or requirements may arise where it may be desirable that the term of service to an ordering Agency's facility extend beyond the term of this contract. In such event, the particular Authorization involved may specify a term extending beyond the term of this contract, provided that is within the contracting authority of the ordering agency.

IN WITNESS WHEREOF, the parties have executed this contract as of the day and the year first above written.

UNITED STATES OF AMERICA Acting through the Administrator of General Services

Lindsey Lee

GSA Energy Center of Expertise

Contracting Officer

ATTEST:

Franz N. Stuppard

Public Utilities Specialist GSA Energy Center of Expertise

Montana-Dakota Utilities Co.

Title: President & Chief Executive Officer

ATTEST

Title:

I, Douglas W. Schwiz certify that I am Asst. Secretary of MONTANA-DAKOTA UTILITIES CO., a corporation, named as Contractor in the negotiated Areawide public utility contract No. GS-OOP-06-BSD-0371; that Bruce T. Imsdahl, who signed said contract on behalf of the Contractor, was then President and Chief Execulive Officer of said Corporation; and that said contract was duly signed for and on behalf of said Corporation and is within the scope of its corporate powers.

Douglas W. Schulz,
Assistant Secretary

(Corporate Seally Es GAOUNIA 1924

### **EXHIBIT "A"**

Contractor's ID NO.\_\_\_\_\_(Optional)
Ordering Agency's ID \_\_\_\_\_(Optional)

#### MONTANA-DAKOTA UTILITIES CO.

AUTHORIZATION FOR ELECTRIC SERVICE, CHANGE IN ELECTRIC SERVICE, OR DISCONNECTION OF ELECTRIC SERVICE UNDER CONTRACT NO. GS-OOP-06-BSD-0371

_						
thereof,	Address:					
		VED:				·
NATURE	OF SERVICE	: ☐ Connect, ☐ Chang ☐ Line Extension, Alter	ge,   Disconnect, ation, Relocation, or	Continue Service	, □ DSM Work, Special Facilities	
OTHER 1	TERMS AND C	CONDITIONS:				-
POINT C	F DELIVERY:	Attach any			vhich service will be prov	ided.
TERM OI	F SERVICE: 1	-rom	through			
SERVICE having it	HEREUNDER	SHALL BE UNDER RATE See article 5 of this contrac	SCHEDULE NO		_*, Hereafter amended	or modified by the regulatory body
ESTIMAT	TED ANNUAL	see article 5 of this contract ENERGY USAGE:	KWH,	ESTIMATED DEMA	ND:KW	1
<b>ESTIMAT</b>	TED CONNEC	SERVICE COST: \$ FION/SPECIAL FACILITIES PPROPRIATION DATA FOR	CHARGE: \$		(if applical	ble)**
	FOR CONNE	CTION/SPECIAL FACILITI	ES CHARGE:			
CLAUSE	S INCORPO	RATED BY REFERENCE		•		
(1)	52.211-10			etion of Work (APR 198	24)	
(2)	52.236-5 52.241-4	Material and Workma Change in Class of Se	, ,			
(4)	52.241-3	Scope and Duration of		5)		
(5)	52.241-5	Contractor's Facilities		,		
(6)	<i>52.241-7</i>	Change in Rates or Te	erms and Conditions	of Service for Regulate	d Services (FEB 1995) (U	lse Full Text of Clause)
(7)	_ 52.241-11	Multiple Service Locati	, ,			
	52.243-1	Changes-Fixed Price (	(AUG 1987)	tata (Clause)		
(9)	52.249	Default (	_) (Specify appropr	iate Ciause)		
		ERED TO THE ORDERING			in	
The fore	going shall be	e effective upon the return	of the fully execute	ed original Authorization	by the Contractor to the	ordering Agency.
ACCEPTI	ED:					
	(Ordering A	gency)		MONT	ANA-DAKOTA UTILITI (Contractor)	ES CO.
	,	.,		_	,	•
Ву:	Authorizad	Cianatura		Ву:	Authorized Signature	
	Authorized	orgridure			Additionized Signature	

Include a reference to the applicable rate schedule, and attach a copy of such schedule.

\*\* If necessary, attach and make part hereof supplemental agreements or sheets that cover required connection or extension charges and special facilities or service arrangements. (See Article 5 of this Contract for instructions.)

Title:

Date:

#### NOTE:

Title:

Date:

A fully executed copy of this Authorization shall be transmitted by the ordering Agency to the Energy Center of Expertise (PLA), General Services Administration, Washington, DC 20407.

sur

#### **EXHIBIT "B"**

Contractor's ID NO.	(Optio	nal)
Ordering Agency's ID	) (Opti	onal

#### MONTANA-DAKOTA UTILITIES CO.

# AUTHORIZATION FOR NATURAL GAS SERVICE, CHANGE IN NATURAL GAS SERVICE, OR DISCONNECTION OF NATURAL GAS SERVICE UNDER CONTRACT NO. **GS-OOP-06-BSD-0371**

Ordering Agency:  Address:  Pursuant to Contract No. GS-OOP-06-BSD-0371 between the Contractor and the Un to the United States Government under such contract shall be rendered or modified as hereinafte service under this contract.	ted States Government and subject to all the provisions thereof, service
PREMISES TO BE SERVED:SERVICE ADDRESS:	
NATURE OF SERVICE: ☐ Connect ☐ Change ☐ Disconnect ☐ Line Extension, Alteration, Relocation, or Rein ☐ Full Service ☐ Local Distribution Services	forcement
POINT OF DELIVERY:	
TERM OF SERVICE: From through	
SERVICE HEREUNDER SHALL BE UNDER RATE SCHEDULE NO amended or modified by the regulatory body having jurisdiction. (see article	*, Hereafter 5 of this contract.)
ESTIMATED ANNUAL GAS VOLUME: :THERMS	
ESTIMATED ANNUAL SERVICE COST: \$ESTIMATED CONNECTION CHARGE: \$	(if applicable)**
ACCOUNTING AND APPROPRIATION DATA FOR SERVICE:FOR CONNECTION CHARGE:	
BILLS WILL BE RENDERED TO THE ORDERING AGENCY FOR PAY	MENT AT THE FOLLOWING ADDRESS: in copies.
The foregoing shall be effective upon the return of the fully executed original Authorization by t	
ACCEPTED	MONTANA-DAKOTA UTILITIES CO.
(Ordering Agency)	
By:	By:
Authorized Signature	By:Authorized Signature Title: Date:
Title: Date:	Date:

- \* Include a reference to the applicable rate schedule, and attach a copy of such schedule.
- \*\* If necessary, attach and make part hereof supplemental agreements or sheets that cover required connection or extension charges and special facilities or service arrangements. (See Article 5 of this Contract for instructions.)

#### NOTE

A fully executed copy of this Authorization shall be transmitted by the ordering Agency to the Energy Center of Expertise (PLA), General Services Administration, Washington, DC 20407.



### **EXHIBIT "C"**

Contractor's ID NO	(Optional)
Ordering Agency's ID NO.	(Optional)

# MONTANA-DAKOTA UTILITIES CO. AUTHORIZATION FOR ENERGY MANAGEMENT SERVICES CONTRACT NO. GS-OOP-06-BSD-0371

Ordering Agency:					
Address:					
Pursuant to Contract No.	GS-OOP-06-BSD-0371 between the Contrac	ctor and the United States Government and	subject to all the provisions thereof, service		
to the United States Government un service under this contract.	der such contract shall be rendered or modifie	ed as hereinafter stated. Contract Articles 2	2 and 4 shall be followed for the initiation of		
	D:				
SERVICE ADDRESS:	J				
	Preliminary Energy Audit □	FCP Feasibility Study	P Engineering & Design Study		
	Energy Conservation Project (ECP Other (See Remarks Below)				
service, as modified, amended or su	provided consistent with the Contractor's app pplemented by the Contractor and approved,	to the extent required, by the Commission.	(See Article 5 of this contract.)		
ESTIMATED PROJECT COST: \$ ACCOUNTING AND APPROPRIA	ATION DATA:				
LIST OF ATTACHMENT					
☐ General Conditions	□ Payment Provisions	Special Requirements	☐ Economic Analysis		
☐ Facility/Site Plans		Utility Usage History	☐ ECP Feasibility Study		
☐ Design Drawings	☐ Design Specifications	☐ Certifications	☐ Commission Schedules		
(2) 52.232-5 Payments w. St. (3) 52.2332-27 Prompt Pay. (4) 52.236-5 Material an (5) 52.241-8 Change is St. (6) 52.243-1 Changes-Fit (7) 52.249- Default (	(Specify appropriate Claus ficer negotiating the terms and condition	s (SEP 2002) in Article 14. 2002) vice for Unregulated	ement the above-referenced clauses		
ACCEPTED:  (Ordering Agency)			KOTA UTILITIES CO.		
By:		By:			
Authorized Signature			ized Signature		
Title:		Title:			
Date:					
Telephone No		Telephone No			

#### NOTE:

A fully executed copy of this Authorization shall be transmitted by the ordering Agency to Energy Center of Expertise (PLA), General Services Administration, Washington, DC 20407.

Bus